

FINANCIAL SERVICES
SECTION 71



SEPTEMBER 2023
COUNCIL

TABLE OF CONTENTS

	page
1. PURPOSE.....	3
2. AUTHORITY.....	3
3. LEGAL / STATUTORY REQUIREMENTS.....	3
4. BACKGROUND.....	3
5. EXECUTIVE SUMMARY.....	4-15
6. ANNEXURES.....	16-23
7. CONFIRMATION CERTIFICATES.....	22-24

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2023/2024 BUDGET FOR THE PERIOD ENDING 30 SEPTEMBER 2023

1. PURPOSE

The purpose of the report is to submit to the mayor the statement of financial performance and implementation of the 2023/24 Budget of the Abaqulusi Local Municipality for the period ending 30 September 2023 in line with the statutory requirements of S71 of the Municipal Finance Management Act (2003).

2. AUTHORITY

- Honourable Mayor
- Executive Committee
- Council

3. LEGAL / STATUTORY REQUIREMENTS

Municipal Finance Management Act No 56 of 2003.

4. BACKGROUND

In terms of Section 71(1), (2) and (3) of the MFMA No 56, 2003 Chapter 8, the Accounting Officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement on the financial performance of that municipality.

5. EXECUTIVE SUMMARY

The monthly budget statement in terms of section 71 of the Municipal Finance Management Act for the period ended 30 September 2023 is detailed below. The monthly budget statement is divided into the following:

- 5.1 Statement of Financial Performance
- 5.2 Revenue by Source
- 5.3 Expenditure by Type
- 5.4 Debtors Age Analysis
- 5.5 Creditors
- 5.6 Grants Register
- 5.7 Investment Register

5. EXECUTIVE SUMMARY

5.1 Statement of Financial Performance

Monthly Budget Statement of Financial Performance This table provides an overview of the monthly actual, year to date actual and year to date Budget of revenue by Source and expenditure by type. The above revenue by source and expenditure by type can be explained in details as per tables below

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 - September

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		213,962	266,529	-	19,762	54,190	66,632	(12,442)	-19%	266,529
Service charges - Water		43,331	62,263	-	5,398	16,539	15,300	1,239	8%	62,263
Service charges - Waste Water Management		36,295	36,734	-	3,278	9,656	9,183	472	5%	36,734
Service charges - Waste management		22,127	28,588	-	2,382	7,822	7,147	675	9%	28,588
Sale of Goods and Rendering of Services		591	513	-	62	334	128	206	161%	513
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		11,175	35,088	-	1,196	3,650	8,772	(5,122)	-58%	35,088
Interest from Current and Non Current Assets		1,704	1,706	-	598	837	426	410	96%	1,706
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		1,124	1,867	-	85	229	417	(187)	-45%	1,667
Licence and permits		5,797	2,643	-	277	669	661	9	1%	2,643
Operational Revenue		854	-	-	3	377	-	377	-	-
Non-Exchange Revenue										
Property rates		99,002	120,645	-	10,660	30,074	30,019	55	0%	120,645
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		18,016	5,531	-	2,460	9,229	1,383	7,846	567%	5,531
Licence and permits		-	4,844	-	-	-	1,211	(1,211)	-100%	4,844
Transfers and subsidies - Operational		216,638	219,671	-	-	86,794	73,390	13,404	18%	219,671
Interest		-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		2,519	-	-	-	-	-	-	-	-
Other Gains		12,778	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and		685,913	786,412	-	46,181	220,400	214,670	5,731	3%	786,412
Expenditure By Type										
Employee related costs		189,191	188,376	-	16,205	47,078	46,088	991	2%	188,376
Remuneration of councillors		17,265	19,305	-	1,419	4,266	4,826	(561)	-12%	19,305
Bulk purchases - electricity		215,218	263,142	-	553	33,862	65,786	(31,923)	-49%	263,142
Inventory consumed		38,864	40,210	-	3,267	11,436	11,376	60	1%	40,210
Debt impairment		(4,691)	7,363	-	-	-	1,841	(1,841)	-100%	7,363
Depreciation and amortisation		133,085	42,503	-	8,962	27,484	10,626	16,858	159%	42,503
Interest		5,475	-	-	-	329	-	329	-	-
Contracted services		116,126	95,641	-	9,221	23,089	23,474	(385)	-2%	95,641
Transfers and subsidies		0	-	-	-	-	-	-	-	-
Irrecoverable debts written off		73,664	-	-	(20)	(20)	-	(20)	-	-
Operational costs		53,751	63,954	-	4,132	12,394	16,548	(4,154)	-25%	63,954
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		11,093	-	-	-	-	-	-	-	-
Total Expenditure		849,040	720,495	-	43,739	159,919	180,564	(20,646)	-11%	720,495
Surplus/(Deficit)		(163,127)	65,917	-	2,421	60,482	34,105	26,377	77%	65,917
Transfers and subsidies - capital (monetary allocations)		43,990	76,440	-	-	2,706	25,647	(22,940)	-89%	76,440
Transfers and subsidies - capital (in-kind)		620	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers &		(118,517)	142,357	-	2,421	63,188	59,752			142,357
Income Tax		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after Income tax		(118,517)	142,357	-	2,421	63,188	59,752			142,357
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(118,517)	142,357	-	2,421	63,188	59,752			142,357
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(118,517)	142,357	-	2,421	63,188	59,752			142,357

5.2 Financial Performance -Revenue by Source

Revenue by Source

This table provides an overview of the monthly actual, year to date actual and year to date Budget of revenue by Source and details explained below.

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 - September

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		213,962	266,529	-	19,762	54,190	66,632	(12,442)	-19%	266,529
Service charges - Water		43,331	62,253	-	5,398	16,539	15,300	1,239	8%	62,253
Service charges - Waste Water Management		36,295	36,734	-	3,278	9,656	9,183	472	5%	36,734
Service charges - Waste management		22,127	28,588	-	2,382	7,822	7,147	675	9%	28,588
Sale of Goods and Rendering of Services		591	513	-	62	334	128	206	161%	513
Agency services		-	-	-	-	-	-	-	-	-
Interest		-	-	-	-	-	-	-	-	-
Interest earned from Receivables		11,175	35,088	-	1,196	3,650	8,772	(5,122)	-58%	35,088
Interest from Current and Non Current Assets		1,704	1,706	-	598	837	426	410	98%	1,706
Dividends		-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		1,124	1,667	-	85	229	417	(187)	-45%	1,667
Licence and permits		5,797	2,643	-	277	669	661	9	1%	2,643
Operational Revenue		854	-	-	3	377	-	377	-	-
Non-Exchange Revenue										
Property rates		99,002	120,645	-	10,660	30,074	30,019	55	0%	120,645
Surcharges and Taxes		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		18,016	5,531	-	2,460	9,229	1,383	7,846	567%	5,531
Licence and permits		-	4,844	-	-	-	1,211	(1,211)	-100%	4,844
Transfers and subsidies - Operational		216,638	219,671	-	-	86,794	73,390	13,404	18%	219,671
Interest		-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-
Operational Revenue		-	-	-	-	-	-	-	-	-
Gains on disposal of Assets		2,519	-	-	-	-	-	-	-	-
Other Gains		12,778	-	-	-	-	-	-	-	-
Discontinued Operations		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and		685,913	786,412	-	46,161	220,400	214,670	5,731	3%	786,412

Exchange Revenue

Electricity Revenue

The Electricity revenue monthly actual billed for electricity revenue in September 2023 is R19,7 million. The YTD Actual billed is R54,1 million which is R12,4 million less than the YTD Budget of R66,6 million for the period ended 30 September 2023. Only R13,6 million was receipted from consumers which is R6,1 million less than the amount billed.

Water Revenue

The Water revenue monthly actual billed for September 2023 is R5,3 million. The YTD Actual billed is R16,5 million which is R1,2 million more than the YTD Budget amount of R15,3 million. The payment amount received from consumers of R2,7 million is R2, 6 million less than the amount billed.

Sanitation Revenue

The Sanitation revenue monthly actual billed for September 2023 is R3,2 million. The YTD Actual billed is R9,6 million which is R472 thousand more than the YTD Budget amount of R9,1 million for the period ended 30 September 2023, the payment from consumers' amounts to R1,7 million which is R1,5 million less than the amount billed.

Refuse Revenue

The Refuse revenue monthly actual billed for September 2023 is R2,3 million. The YTD Actual billed is R7,8 million which is R 675 thousand more than the YTD Budget amount of R7,1 for the period ended 30 September 2023. The payment from consumers amounts to R1,8 million which is R500 thousand less than the amount billed.

Interest earned from receivables

An amount of R1,1 million is interest earned from outstanding debtors, YTD Budget is R3,6 million and the YTD Actual is R8,7 million only R125 thousand was received from customers.

Interest from current and non- current assets

The interest earned on available funds on Municipal current account in September 2023 is R598 thousand. The YTD Actual is R837 thousand which is more than the YTD budget of R426 thousand as per the statement of financial performance.

Rental from fixed assets

The monthly actual revenue for Rental of fixed assets in September 2023 is R85 thousand.

Licenses and Permits

The monthly actual for Licenses and permits amounts to R 277 thousand, The YTD actual on licenses and permits for September 2023 is R669 thousand.

Operational revenue

The monthly actual on other revenue billed in September 2023 is R 3 thousand. Other revenue is made up of numerous miscellaneous items (e.g., town planning fees, tender documents, valuation of land, cemetery fees, subsidies, etc.) and also gains on disposal of assets are included.

Non- Exchange Revenue Property Rates

Property Rate

The Property Rates monthly actual billed for property rates in September 2023 is R10,6 million, the YTD Actual billed is R30 million which is R55 thousand more than the YTD Budget amount of R30 million for property rates, yet R7,1 million was received from consumers in September 2023 which is R3,5 million less than the amount billed.

Fines, penalties and forfeits

The YTD actual on fines, penalties and forfeits is R2,4 million.

Overall revenue YTD budget

The revenue for the month of September 2023 is R46,1 million. The YTD Actual is R220,4 million and the YTD Budget is R214,6 million. Included in the Actual revenue includes first tranches of Equitable Share R84,8 million, R10 million for MIG, R4 million for INEP and R3 million for FMG

BILLING VERSUS PAYMENT

As per table below the amount billed on the month of September is R43,8 million while actual cash received is R35,8 million. The collection rate for the month of September was 82% and year to date collection is 78%

Type Of Service	Total Settlements	Billing	Payment Rate (Movement)
RATES GENERAL	-7,141,762.70	10,606,961.91	67%
ELECTRICITY	-10,084,794.45	9,262,129.89	108%
DEMAND/BASIC CHARGES	-3,604,121.65	4,113,995.81	88%
WATER CONSUMP	-2,037,582.69	3,518,683.86	58%
AVAIL WATER	-782,592.96	1,846,439.88	42%
AVAIL SEWER	-1,398,701.32	2,164,884.44	65%
ADD SEWERAGE	-383,201.77	553,490.79	69%
REFUSE	-1,893,669.06	2,940,222.58	64%
INTEREST	-125,222.22	1,794,163.55	7%
ADJUSTMENTS			
V.A.T.	-2,906,506.79	3,695,380.97	79%
DEPOSIT ELEC	-109,860.11	230,455.05	48%
DEPOSIT WATER	-6,092.69	10,917.31	56%
SERVICE CHARGE			
OLD DEBT	-19,257.66	19,599.04	98%
PENALTIES LATE PAYMENT	-270,965.72	1,151,749.38	24%
COLL. FEES			
LEGAL FEES	-430.57		
SUNDRY CHARGE	-22,305.10	500.00	
INDIGENT SUPPOR	-16,375.75	52,979.18	31%
PAYMENT ADVANCED	-5,008,844.94	1,902,580.51	
Total	-35,812,288.15	43,865,134.15	82%

Billing vs Payment Summary

Electricity basic charges – 88% was received for electricity consumption for the month of September and 108% on basic electricity.

Water basic charges - 42% of basic water received was received for the month of September 2023 and 58% of water consumption.

Refuse – 64% of the refuse removal billed to consumers was paid

Sanitation – 65% of basic sanitation billed to consumers was paid and 69% for consumption

Rates – 67% of the rates billed to consumers was paid

The overall collection rate for all services is 82% for the month of September 2023 and the year-to-date collection rate is 78%

903

ELECTRICITY REPORT FOR THE MONTH OF SEPTEMBER 2023

ESKOM PURCHASES PER AREA

AREA	PURCHASES	BILLING /CONVENTION	PREPAID 57	RECEIVED/COLLECT	PERCENTAGE
VRYHEID ,BHEKUZULU,LAKESIDE	13,825,244.39	9,056,594.69	5,379,659.89	9,693,097.88	109.02
EMONDLO	5,382,513.83	284,050.22	1,485,561.99	147,807.18	30.35
CORONATION	683,910.33	22,293.18	89,025.98	20,450.21	16.01
HLOBANE	1,107,990.13	59,836.20	82,163.95	48,055.80	11.75
TOTAL	20,999,658.68	9,422,774.29	7,036,411.81	9,909,411.07	80.70

5.3 Expenditure by Type

KZN263 Abaqulusi - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 - September

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Expenditure By Type										
Employee related costs		189,191	188,376	-	16,205	47,078	46,088	991	2%	188,376
Remuneration of councillors		17,265	19,305	-	1,419	4,266	4,826	(561)	-12%	19,305
Bulk purchases - electricity		215,218	263,142	-	553	33,862	65,786	(31,923)	-49%	263,142
Inventory consumed		38,864	40,210	-	3,267	11,436	11,376	60	1%	40,210
Debt impairment		(4,691)	7,363	-	-	-	1,841	(1,841)	-100%	7,363
Depreciation and amortisation		133,085	42,503	-	8,962	27,484	10,626	16,858	159%	42,503
Interest		5,475	-	-	-	329	-	329	-	-
Contracted services		116,126	95,641	-	9,221	23,089	23,474	(385)	-2%	95,641
Transfers and subsidies		0	-	-	-	-	-	-	-	-
Irrecoverable debts written off		73,664	-	-	(20)	(20)	-	(20)	-	-
Operational costs		53,751	63,954	-	4,132	12,394	16,548	(4,154)	-25%	63,954
Losses on Disposal of Assets		-	-	-	-	-	-	-	-	-
Other Losses		11,093	-	-	-	-	-	-	-	-
Total Expenditure		848,040	720,495	-	43,738	159,919	180,564	(20,646)	-11%	720,495

Employee related costs

The monthly actual incurred expenditure for Employee costs is R16,2 million for the month of September 2023.

Remuneration of Councillors

The monthly actual incurred expenditure for the remuneration of Councillor is R1,4 million for the month of September 2023.

Bulk Purchases

An amount of R553 thousand was paid to Eskom during September 2023.

Other Materials (Inventory Consumed)

The monthly actual incurred expenditure for Other Materials (Inventory Consumed) amounts to R 3,2 million in September 2023. This is expenditure for repairs and maintenance.

Debt impairment

The monthly actual incurred expenditure for Debt impairment is R0 thousand for the month of September.

Depreciation and Asset impairment

There expenditure for depreciation and asset impairment for the month of September is R8,9 million.

324

Interest

There is no interest incurred for the month of September for interest on Eskom accounts. Finance charges are interest incurred on overdue accounts.

Contracted Services

The monthly actual incurred expenditure for Contracted services amounts to R 9,2 million in September 2023

Transfers and Subsidies

The expenditure for free basic services off sets against the Revenue therefore there is no expenditure.

Operational expenditure

The monthly expenditure incurred on other expenditure amounts to R 4,1 million in September 2023.

Overall expenditure

The expenditure for the month of September 2023 is R 34,7 million.

Surplus/ (Deficit)

The Surplus for the month of September 2023 is R 2,4 million.

Cash on Hand

During the month of September 2023, the following revenue and expenditure was processed through the bank accounts of the municipality:

	OPENING BALANCE 1 SEPTEMBER 2023	REVENUE	EXPENDITURE	BANK BALANCE 30 SEPTEMBER 2023
ABSA	3,700,513.43	42,262,572.61	35,254,372.46	10,708,713.58
NEDBANK	942,049.93	8,799,036.31	9,022,923.25	718,162.99
TOTAL BANK BALANCE	4,642,563.36	51,061,608.92	44,277,295.71	11,426,876.57

As at 30 September 2023 the municipality has R11,4 million cash available in the bank accounts for operating purposes.

Capital Expenditure

The capital budget for the 2023/24 financial year is R47,3 million. The capital is broken down between Grant funding (R51, 8 million) and own funding (R7 million)

To date R10 million has been received for MIG and R4 million for INEP.

Capital expenditure

The expenditure for September 2023 is Nil for MIG projects funded from grant funding and the total to date spent on MIG is R 2,7 million.

IKZN263 Abaqulusi - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M03 - September

Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited	Original	Adjusted	Monthly	YearTD actual	YearTD	YTD	YTD %	Full Year
R thousands										
Multi-Year expenditure appropriation	2									
Vote 1 - VOTE 1										
Vote 2 - Finance & Administration										
Vote 3 - Community & Social Services										
Vote 4 - Energy Sources										
Vote 5 - Housing										
Vote 6 - Internal Audit										
Vote 7 - Other										
Vote 8 - Planning and Development										
Vote 9 - Public Safety										
Vote 10 - Road Transport										
Vote 11 - Sport and Recreation										
Vote 12 - Waste Management										
Vote 13 - Waste Water Management										
Vote 14 - Water Management										
Vote 15 -										
Total Capital Multi-Year expenditure	4,7									
Single Year expenditure appropriation	2									
Vote 1 - VOTE 1		(479)								
Vote 2 - Finance & Administration		7 812	1 000		571	575	500	175	35%	1 000
Vote 3 - Community & Social Services		1 195	15 917			564	5 306	(4 742)	-89%	15 917
Vote 4 - Energy Sources		3 399	17 680				6 050	(6 050)	-100%	17 680
Vote 5 - Housing										
Vote 6 - Internal Audit										
Vote 7 - Other										
Vote 8 - Planning and Development		333	2 000				1 000	(1 000)	-100%	2 000
Vote 9 - Public Safety										
Vote 10 - Road Transport		55 917	30 343		1 943	4 270	9 948	(5 677)	-57%	30 343
Vote 11 - Sport and Recreation			16 500				5 500	(5 500)	-100%	16 500
Vote 12 - Waste Management										
Vote 13 - Waste Water Management										
Vote 14 - Water Management										
Vote 15 -										
Total Capital Single-Year expenditure	4	69 176	83 440		2 614	5 510	28 313	(22 804)	-81%	83 440
Total Capital Expenditure		69 176	83 440		2 614	5 510	28 313	(22 804)	-81%	83 440
Capital Expenditure - Functional Classification										
Governance and administration		7 333	1 000		671	675	500	175	35%	1 000
Executive and council		(479)								
Finance and administration		7 812	1 000		671	675	500	175	35%	1 000
Internal audit										
Community and public safety		1 195	32 417			564	10 806	(9 242)	-95%	32 417
Community and social services		1 195	15 917			564	5 306	(4 742)	-89%	15 917
Sport and recreation			16 500				5 500	(5 500)	-100%	16 500
Public safety										
Housing										
Health										
Economic and environmental services		37 240	32 343		1 943	4 270	10 948	(6 677)	-61%	32 343
Planning and development		333	2 000				1 000	(1 000)	-100%	2 000
Road transport		55 917	30 343		1 943	4 270	9 948	(5 577)	-57%	30 343
Environmental protection										
Trading services		3 399	17 680				6 050	(6 050)	-100%	17 680
Energy sources		3 399	17 680				6 050	(6 050)	-100%	17 680
Water management										
Waste water management										
Waste management										
Other										
Total Capital Expenditure - Functional Classification	3	69 176	83 440		2 614	5 510	28 313	(22 804)	-81%	83 440
Funded by:										
National Government		37 322	65 940			2 353	21 980	(19 527)	-89%	65 940
Provincial Government		333	10 500				3 833	(3 833)	-100%	10 500
District Municipality										
Transfers and subsidies - capital (non-dedicated) (Nal/Prov Dependent Agencies)										
Transfers recognised - capital		37 654	76 440			2 353	25 813	(22 460)	-91%	76 440
Borrowing	5									
Internally generated funds		28 515	7 000		2 614	3 156	2 500	656	26%	7 000
Total Capital Funding		61 169	83 440		2 614	5 510	28 313	(22 804)	-81%	83 440

326

5.4 Debtors

The amount of R361,8 million YTD is still owing to the municipality by the debtors. Debtor's age analysis is attached as Annexure 3.

5.5 Creditors

The total amount owing to creditors as per the Creditors age analysis as at the end of September 2023 amounts to R42,7 million as detailed in the supporting Annexure 4.

TOP 20 SEPTEMBER 2023

CREDITOR NAME	AMOUNT	SERVICE
ENGAPHELI MOYA SOLUTIONS	2,914,748.60	R 371272,90 Water sampling, R773747,60 Meter replacement R922787,60 meter replacement and R475667,60 meter replacement
YIMPIE PROJECTS CC	1,974,424.03	Construction of mark and president street
FLEET HORIZON SOLUTIONS (PTY)	951,008.34	Lease of vehicles
EKAYA PROMOTIONS	898,194.44	Purchase of electrical equipment (cables)
DYNAMIC DASHING SOLUTIONS PTY	770,500.00	Assets management
IDRIS CASSIM MEER	735,000.00	Session Security services & Verge Maintenance
Eskom Holdings SOC Ltd - KwaZulu Natal	693,546.34	Electricity purchases
LIANA CONSULTING (PTY) LTD	640,082.95	Refuse removal
MATSIYA CONSTRUCTION ENGINEERING	601,036.00	Electrical testing and fault finding of cable
Munsoft	581,081.46	Financial system software
MULTIVEST	534,685.78	Stock items for water department
GCININKANYISO	497,249.65	Waste water pump station
INQUBEKO ENGINEERING SOLUTIONS	467,360.00	Chemicals
MSUFTU TRANSPORT (PTY)LTD	412,500.00	Verge maintenance service
SALGA	405,000.00	Council membership fee
MDLELENI GENERAL SERVICES AND SUPPLY	384,145.00	Electricity stock items
GARLICHE & BOUSFIELD INC	339,335.72	Legal fees
SPHUMNATHI LOGISTICS AND TRADE	331,637.70	Paints for marking roads
AMANDLOVU INVESTMENT	288,800.00	Accommodation for municipal games
MUNICIPAL INCORP	243,011.10	Connections & disconnections

14,663,347.11

Grant's expenditure

Finance Management Grant (FMG)

This grant is used to pay for the finance management interns, acquisition, upgrading and maintenance of financial management system and other training programs related to municipal finance. The FMG grant allocated and gazetted in terms of DORA amounts to R3 million which was in September, the municipality spent R59 thousand in the month of September 2023. While the YTD expenditure is R 181 thousand.

Municipal Infrastructure Grant (MIG)

This is the conditional grant that funds the capital projects. The MIG grant gazetted in terms of DORA amounts to R51,8 million and the current allocation received to date amounts to R10 million.

The actual expenditure amount for the month of September 2023 is Nil, while the YTD expenditure is R 2,7 million.

Art and Culture Grants

The library grant funds the operational costs of libraries and the current allocation is R4,7 million, which is not yet received. The grant funds its operational costs. There is expenditure for the month September amounting to R488 thousand paid from internal funding as the grant is not yet received.

Museum grant current allocation is R249 thousand has not yet been received. There is expenditure for the month of September amounting to R552 thousand paid from internal funding as the grant is not yet received.

Sports and Recreation grant has an amount of R 8,5 million that is allocated for this financial year. There is no expenditure for the month of September 2023.

EPWP GRANT

The EPWP grant gazetted in terms of DORA amounts to R2,3 million and the current allocation has not yet been received in September.

There is expenditure is nil for the month of September as the contract expired in August and new workers will be appointed in October.

INEP GRANT

INEP grant current allocation is R16,6 million, an amount of R 4 million has been received as the 1st tranche in the current financial year respectively. There is no expenditure for the month of September 2023.

LED GRANT

There is no expenditure for the month of September 2023 and to date the grant has not been received.

Small Town Rehabilitation programme

Small town Rehabilitation allocation is R3 million for the year, no expenditure is incurred in the month of September 2023.

Other Grants from various government departments rollover from the previous year

Other grants from various government departments rollover from the previous year are reflected on the grant register.

5.7 Investment Register

**Abaqulusi Municipality Investment Register
INVESTMENT REGISTER 1 July 2023 to 31 June 2024
MAIN SUMMARY**

INSTITUTION	BALANCE AT 7/1/2023	MOVEMENTS	BALANCE AT 2023/10/31	INTEREST EARNED	JULY	AUGUST	SEPTEMBER
Bank							
NEDBANK	3,697,779.83	0.00	3,773,317.88	75,538.05	25,281.74	25,454.41	24,801.90
ABSA CALL	2,348.83	0.00	2,380.06	31.23	10.14	10.52	10.57
ABSA CALL	243.11	0.00	243.11	0.00	0.00	0.00	0.00
NEDBANK	4,111.15	0.00	4,195.17	84.02	28.21	28.21	27.60
STANDARD BANK	74,828.42	0.00	74,828.42	0.00	0.00	0.00	0.00
NEDBANK	4,470.61	0.00	4,561.99	91.38	30.69	30.69	30.00
NEDBANK	802,257.39	0.00	818,645.98	16,388.59	5,485.14	5,522.65	5,380.80
STANDARD BANK	4,799.67	0.00	4,799.67	0.00	0.00	0.00	0.00
NEDBANK	7,872,082.11	0.00	8,032,892.32	160,810.21	53,821.27	54,189.24	52,799.70
ABSA LIQUIDITY PLUS	2,867,757.30	4,000,000.00	7,202,450.66	334,693.36	29,646.63	155,709.87	149,336.86
	15,330,678.42	4,000,000.00	19,918,315.26	587,636.84	114,303.82	240,945.59	232,387.43

Interest earned on the above interest register relates to amounts invested with various financial institutions registered with South African Banking Council. Municipal investments are done as per the approved Investment policy of the council. The interest earned on investment accounts for September 2023 amounts to R 232 thousand and for the year-to-date R 587 thousand has been received.

This amount is not part of the statement of financial performance as it is capitalised monthly to the principal amount invested.

The municipality has a total of R 19,9 million in investments, this is for the cash backing of unspent grants and ESKOM guarantees

Annexure

332

ABAQULUSI MUNICIPALITY - OT REPORT SEPTEMBER 2023
OVERTIME REPORT PER DEPARTMENT

DEPT	JULY	AUG	SEPT	TOTAL TO DATE
CORPORATE	97,302.43	67,776.43	61,866.46	226,945.32
HR	5,903.21	5,891.10	16,656.36	28,450.67
MUN MGR	-	-	-	-
MAYOR & COUNCIL	-	2,087.16	2,471.70	4,558.86
FINANCE	64,498.15	12,733.99	13,127.04	90,359.18
MUSEUM	-	-	-	-
SPORT & REC	-	33,457.05	32,519.85	65,976.90
HALLS & REC	-	-	-	-
CEMETERY	36,300.00	-	-	36,300.00
SOLID WASTE	70,952.93	72,756.71	80,891.45	224,601.09
LIBRARY	-	-	-	-
P/SAFETY	156,241.95	166,451.13	162,089.11	484,782.19
HOUSING	-	-	-	-
FLEET	-	-	-	-
ROADS	203,784.95	173,594.28	169,188.45	546,567.68
MOTOR LIC	-	-	-	-
SANITATION	277,578.73	287,102.14	290,367.30	855,048.17
WATER	243,858.10	238,282.06	245,694.06	727,834.22
ELECTRICITY	212,873.96	281,726.09	277,719.39	772,319.44
BACK PAY OVERTIME	-	-	-	-
TOTAL	1,369,294.41	1,341,858.14	1,352,591.17	4,063,743.72

ABAQUULSI MUNICIPALITY - STAND BY REPORT September 2023

DEPT	JULY	AUG	SEPT	TOTAL TO DATE
CORPORATE	-	-	-	-
HR	-	-	-	-
MUN MGR	-	-	-	-
MAYOR & COUNCIL	-	-	-	-
FINANCE	25,073.46	26,986.17	30,459.45	82,519.08
MUSEUM	-	-	-	-
SPORT & REC	-	-	-	-
HALLS & REC	-	-	-	-
CEMETERY	-	-	-	-
SOLID WASTE	1,582.89	1,249.65	6,469.75	9,302.29
LIBRARY	-	-	-	-
PSAFETY	77,641.52	77,353.00	51,126.92	206,121.44
HOUSING	-	-	-	-
FLEET	-	-	-	-
ROADS	1,918.28	2,369.64	4,367.06	8,654.98
MOTOR LIC	-	-	-	-
SANITATION	54,461.23	52,561.97	49,345.82	156,369.02
WATER	47,095.72	41,132.31	57,110.12	145,338.15
ELECTRICITY	91,208.91	104,281.60	120,753.55	316,244.06
BACK PAY OVERTIME	-	-	-	-
TOTAL	298,982.01	305,934.34	319,632.67	924,549.02

452

NO.	SUBSTANCE & TRAVEL	TOLL GATE	NON TAXABLE @ R4,18/R4,64	TAXABLE ABOVE R4,18/R4,64	REFRESHMENTS	TOTAL TRIP DETAILS
MASUKU BT	R 8,427.55	R	3,735.20 R	1,860.35	R 2,832.00 R	8,427.55 SKILLS DEVELOPMENT FACILITATORS CONFERENCE
MADHISA MC	R 2,139.25	R	1,160.00 R	657.25	R 322.00 R	2,139.25 SALGA KZN PROVINCIAL MEMBERS ASSEMBLY PRINCE MANGOSUKU LEGACY CUP AND MAYORAL
	R 2,211.94	R	1,206.40 R	683.54	R 322.00 R	2,211.94 GALA DINNER 2023
	R 4,351.19	R	2,386.40 R	1,340.79 R	R 644.00 R	4,351.19
XULU B	R 161.00	R	- R	- R	R 161.00 R	161.00 FETCHING INTERNS FROM DURBAN 27/07 DRIVE STAFF TO AND FROM PIETERMARITZBURG (1,044.00(LIBRARY))
	R 1,044.00	R	- R	- R	R 1,044.00 R	1,044.00(LIBRARY)
	R 161.00	R	- R	- R	R 161.00 R	161.00 FETCHING INTERNS FROM DURBAN 24/08
	R 1,366.00	R	- R	- R	R 1,366.00 R	1,366.00
BUTHELEZI BA	R 4,042.39	R	3,443.89 R	-0.00 R	R 522.00 R	4,042.39 DEVE & UMHLABA GEO CAPACITY BUILDING OF MUNICIPALITIES ON ESTABLISHMENT OF LOCAL DRUG ACTION
KHANYE P	R 4,577.10	R	3,248.00 R	555.10 R	R 774.00 R	4,577.10 COMMITTEES ATTENDING INTERVIEWS - YOUTH
GUMBI ZD	R 1,573.58	R	1,206.40 R	206.18 R	R 161.00 R	1,573.58 ENVIRONMENTAL COORDINATORS
MHLONGO S	R 4,417.50	R	3,248.00 R	647.50	R 522.00 R	4,417.50 HR FORUM ENVIRONMENTAL HEALTH WORKSHOP FOR
CLLR SELEPSS	R 1,310.20	R	1,149.20 R	- R	R 161.00 R	1,310.20 WOMEN COUNCILORS
MADINANA NN	R 796.03	R	510.40 R	124.63	R 161.00 R	796.03 ATTENDINGZDM SPECIAL PROGRAMME PLENARY
	R 1,604.25	R	1,160.00 R	283.25	R 161.00 R	1,604.25 ATTEND INFO SHARING - NEWCASTLE LM
	R 3,971.18	R	3,062.40 R	747.78	R 161.00 R	3,971.18 ATTEND s139 MEC//ABAQUULUSI MATTER
	R 6,371.46	R	4,732.80 R	1,155.66 R	R 483.00 R	6,371.46
KHAN LN	R 1,677.58	R	1,206.40 R	310.18 R	R 161.00 R	1,677.58 WOMEN COUNCILORS ENVIRONMENTAL HEALTH WORKSHOP FOR
MBOKAZI ST	R 1,223.10	R	1,062.10 R	- R	R 161.00 R	1,223.10 WOMEN COUNCILORS INTERGOVERNMENTAL RELATIONS:PRINCE
MADONSELA NR	R 2,410.30	R	1,206.40 R	159.90	R 1,044.00 R	2,410.30 MANGOSUKU LEGACY CUP
NGCOBO NN	R 2,088.00	R	- R	-	R 2,088.00 R	2,088.00 MFP TRAINING - JULY 2023
	R 2,088.00	R	- R	-	R 2,088.00 R	2,088.00 MFP TRAINING - AUGUST 2023

334

SIBIYA LP	R 4,176.00	R -	R -	R -	R -	R 4,176.00	R 4,176.00	
KHOZA C	R 2,088.00	R -	R -	R -	R -	R 2,088.00	R 2,088.00	2,088.00MEMP TRAINING - AUGUST 2023
ZONDI M	R 2,088.00	R -	R -	R -	R -	R 2,088.00	R 2,088.00	2,088.00MEMP TRAINING - AUGUST 2023
BUTHELEZI INC	R 2,088.00	R -	R -	R -	R -	R 2,088.00	R 2,088.00	2,088.00MEMP TRAINING - AUGUST 2023
DHLADHLA JA	R 1,757.66	R -	R 1,206.40	R 390.26	R 161.00	R 161.00	R 161.00	ATTEND ZULULAND DISTRICT GOLDEN GAMES
	R 1,444.26	R -	R 1,020.80	R 262.46	R 161.00	R 161.00	R 161.00	ATTEND UMKHOSI WOMHLANGA - NONGOMA
	R 1,444.26	R -	R 1,020.80	R 262.46	R 161.00	R 161.00	R 161.00	ATTEND UMKHOSI WOMHLANGA - NONGOMA
	R 1,444.26	R -	R 1,020.80	R 262.46	R 161.00	R 161.00	R 161.00	ATTEND UMKHOSI WOMHLANGA - NONGOMA
	R 6,090.44	R -	R 4,268.80	R 1,177.64	R 644.00	R 644.00	R 644.00	6,090.44
MTHEMBU MPE	R 6,105.92	R -	R 3,735.20	R 2,370.72	R 0.00	R 0.00	R 0.00	6,105.92SALGA NATIONAL ASSEMBLY
MD	R 4,943.50	R -	R 3,735.20	R 1,208.30	R 0.00	R 0.00	R 0.00	4,943.50SALGA NATIONAL ASSEMBLY
SIBIYA MJ	R 3,782.60	R -	R 3,248.00	R 12.60	R 522.00	R 522.00	R 522.00	3,782.60HR FORUM
CLL R VIKTOR M	R 4,334.53	R 159.00	R 3,735.20	R 440.33	R 0.00	R 0.00	R 0.00	4,334.53SALGA NATIONAL ASSEMBLY
CLL R MTHEMBU SS	R 1,539.85	R -	R 1,378.85	R 0.00	R 161.00	R 161.00	R 161.00	1,539.85EVALUATION OF SALGA GAMES accommodation
TOTAL	R 81,072.79	R 235.50	R 46,706.04	R 11,445.25	R 22,686.00	R 22,686.00	R 22,686.00	81,072.79

Annexure 3

Debtors Age analysis

KN263 Abaqulsi - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 - September

Description	NT Code	Budget Year 2023/24										Total over 90 days	Actual Bad Debts Written Off against Debtors
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dps	151-180 Dps	181 Dps-1 Yr	Over 1Yr	Total			
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	5,957	4,309	4,256	1,298	1,247	1,055	999	34,163	53,283	38,762	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	17,702	4,926	2,923	1,681	1,495	629	1,199	14,228	44,784	19,232	-	
Receivables from Non-exchange Transactions - Property Rates	1400	8,910	3,945	3,489	2,000	1,561	1,507	1,681	79,622	102,713	86,370	-	
Receivables from Exchange Transactions - Waste Water Management	1500	3,223	1,980	1,685	1,406	6,277	1,166	1,113	35,283	52,133	45,244	-	
Receivables from Exchange Transactions - Waste Management	1600	3,088	1,832	1,565	1,261	1,200	1,146	1,101	27,932	39,126	32,640	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	
Interest on Arrear Debtor Accounts	1810	1,829	1,795	1,812	1,556	1,557	1,521	4,560	37,146	48,875	43,439	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	1,954	1,843	2,038	2,632	268	210	239	11,777	20,980	15,126	20	
Total By Income Source	2000	42,663	20,631	17,767	11,932	13,604	7,235	7,891	240,150	361,874	280,813	20	
2022/23 - totals only													
Debtors Age Analysis By Customer Group													
Origins of State	2200	6,989	5,156	3,881	2,078	1,605	1,500	1,286	57,377	79,871	63,845	-	
Commercial	2300	19,701	6,053	5,537	2,786	890	794	1,219	27,320	64,300	33,010	-	
Households	2400	15,973	9,422	8,349	7,088	11,109	4,940	5,386	155,454	217,702	183,958	20	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	42,663	20,631	17,767	11,932	13,604	7,235	7,891	240,150	361,874	280,813	20	

ANNEXURE 4

CREDITORS AGE ANALYSIS

KZN263 Abaqulusi - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 - September

Description	NT Code	Budget Year 2023/24										
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
Creditors Age Analysis By												
Bulk Electricity	0100	-	12,161	-	4,092	11,717	1,344	-	-	-	29,313	
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	
Trade Creditors	0700	9,529	1,372	62	59	1,466	-	-	-	13,423		
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	
Other	0900	-	-	-	-	-	-	-	-	-	-	
Total By Customer Type	1000	9,529	13,534	62	4,150	13,183	1,344	-	936	42,737		



CONFIRMATION CERTIFICATE

I, **MPE Mthembu** Chief Financial Officer of (**ABAQULUSI MUNICIPALITY,**) have checked the Report and done the Review Session with my Department. (*Mark as appropriate*)

The September 2023 Monthly Report

Quarterly Report on the implementation of the
Financial State of affairs to the Municipality

Mid-year Performance Assessment

Medium Term Report

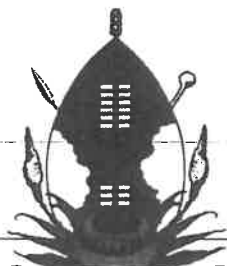
I hereby confirm that the above is a true reflection of the Finance Section and in full compliance with Schedule 2 of the Municipal Systems Act.



MPE MTHEMBU
CHIEF FINANCIAL OFFICER
ABAQULUSI MUNICIPALITY KZN263

13/10/2023

DATE



QUALITY CERTIFICATE

I, **ZG Dhlamini**, Municipal Manager of **ABAQULUSI MUNICIPALITY**, hereby certify that I have read the document and certify that I agree and understand the contents contained herein: (mark as appropriate)

- The September 2023 Monthly Report
- Quarterly report on the implementation of the budget and financial state of affairs to the municipality
- In – year report

For the month of September 2023 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.



MUNICIPAL MANAGER
ABAQULUSI MUNICIPALITY, KZN263

DATE: 17/10/2023



QUALITY CERTIFICATE

I, **SE MKHWANAZI**, Mayor of **ABAQULUSI MUNICIPALITY**, hereby certify that I have read the document and certify that I agree and understand the contents contained herein: (mark as appropriate)

- The September 2023 Monthly Report

- Quarterly report on the implementation of the budget and financial state of affairs to the municipality

- In – year report

For the month of September 2023 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

HONOURABLE MAYOR

ABAQULUSI MUNICIPALITY, KZN263

DATE: _____